

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6478-03
Bill No.: SCR 66
Subject: Education, Higher
Type: Original
Date: March 7, 2016

Bill Summary: This proposal creates the “University of Missouri System Review Commission”.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|--|------------------|------------|------------|
| FUND AFFECTED | FY 2017 | FY 2018 | FY 2019 |
| General Revenue | (Unknown) | \$0 | \$0 |
| Total Estimated Net Effect on General Revenue | (Unknown) | \$0 | \$0 |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|---|-------------------------|-------------------------|------------|
| FUND AFFECTED | FY 2017 | FY 2018 | FY 2019 |
| University of Missouri Fund | \$0 or (Unknown) | \$0 or (Unknown) | \$0 |
| | | | |
| Total Estimated Net Effect on <u>Other</u> State Funds | \$0 or (Unknown) | \$0 or (Unknown) | \$0 |

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---|------------|------------|------------|
| FUND AFFECTED | FY 2017 | FY 2018 | FY 2019 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | |
|--|----------|----------|----------|
| FUND AFFECTED | FY 2017 | FY 2018 | FY 2019 |
| | | | |
| | | | |
| Total Estimated Net Effect on FTE | 0 | 0 | 0 |

☒ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|-------------------------------------|------------|------------|------------|
| FUND AFFECTED | FY 2017 | FY 2018 | FY 2019 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Oversight notes this proposal establishes the University of Missouri System Review Commission made up of members of the legislature. The members are to be reimbursed for the actual expenses by the Department of Higher Education (DHE). The Commission is allowed to hire staff that is to be paid by DHE. Oversight will show an Unknown impact to DHE for the Commission member expenses and staff in FY 2017.

Officials at the **Missouri Senate** assume there is no fiscal impact from this proposal.

Oversight assumes that since expenses are to be paid by DHE that the Missouri of House of Representatives would not have a fiscal impact.

Oversight notes this proposal would require the Commission to make a report of suggested changes to the General Assembly and the University of Missouri by December 31, 2016 (FY 2017). The University of Missouri, per this proposal, is required to make those changes.

Officials at the **University of Missouri** assume the impact will depend on the recommendations that are put forward and how the University will respond to them. At this time the fiscal impact can not be determined.

Oversight will show a \$0 to Unknown negative impact to the University of Missouri in FY 2017 and FY 2018 for the implementation of the requested changes.

| | | | |
|---|---------|---------|---------|
| <u>FISCAL IMPACT - State Government</u> | FY 2017 | FY 2018 | FY 2019 |
|---|---------|---------|---------|

GENERAL REVENUE

| | | | |
|---|------------------|------------|------------|
| <u>Cost - DHE: Commission member expenses and staff</u> | <u>(Unknown)</u> | <u>\$0</u> | <u>\$0</u> |
|---|------------------|------------|------------|

| | | | |
|--|-------------------------|-------------------|-------------------|
| ESTIMATED NET EFFECT ON GENERAL REVENUE | <u>(Unknown)</u> | <u>\$0</u> | <u>\$0</u> |
|--|-------------------------|-------------------|-------------------|

UNIVERSITY OF MISSOURI FUNDS

| | | | |
|---|-------------------------|-------------------------|------------|
| <u>Cost - implementation of changes</u> | <u>\$0 or (Unknown)</u> | <u>\$0 or (Unknown)</u> | <u>\$0</u> |
|---|-------------------------|-------------------------|------------|

| | | | |
|---|--------------------------------|--------------------------------|-------------------|
| ESTIMATED NET EFFECT ON UNIVERSITY OF MISSOURI FUNDS | <u>\$0 or (Unknown)</u> | <u>\$0 or (Unknown)</u> | <u>\$0</u> |
|---|--------------------------------|--------------------------------|-------------------|

| | | | |
|---|---------|---------|---------|
| <u>FISCAL IMPACT - Local Government</u> | FY 2017 | FY 2018 | FY 2019 |
|---|---------|---------|---------|

| | | | |
|--|------------|------------|------------|
| | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
|--|------------|------------|------------|

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This concurrent resolution establishes the University of Missouri System Review Commission. The Commission shall be composed of eight members: four appointed by the Speaker of the House and four appointed by the President Pro Tempore of the Senate.

The Commission shall review the University of Missouri System (UM), including but not limited to the UM Collected Rules and Regulations, administrative structure, campus structure, auxiliary enterprises structure, degree programs, research activities, and diversity programs.

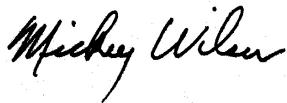
FISCAL DESCRIPTION (continued)

The Commission shall conduct a thorough review of the system and prepare a report detailing any recommended changes. The System shall adopt and implement these changes and the adoption and implementation of such recommendations, or lack thereof, shall be considered by the General Assembly during the appropriations process.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri Senate
University of Missouri



Mickey Wilson, CPA
Director
March 7, 2016

Ross Strobe
Assistant Director
March 7, 2016